

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT
YEAR ENDED JUNE 30, 2018**

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report.....	1
<u>FINANCIAL SECTION</u>	
Statement 1	
Summary Statement of Receipts, Expenditures and Unencumbered Cash	3
Notes to the Financial Statement	5
<u>REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION</u>	
Schedule 1	
Summary of Expenditures – Actual and Budget	12
Schedule 2	
Schedule of Receipts and Expenditures	
<u>General Funds</u>	
2-1 General Fund	13
2-2 Supplemental General Fund	14
<u>Special Purpose Funds</u>	
2-3 At-Risk (4-year-old) Fund	15
2-4 At-Risk (K-12) Fund	16
2-5 Bilingual Fund	17
2-6 Capital Outlay Fund	18
2-7 Driver Training Fund	19
2-8 Food Service Fund	20
2-9 Professional Development Fund	21
2-10 Parents as Teachers Fund	22
2-11 Special Education Fund	23
2-12 Career and Postsecondary Education Fund.....	24
2-13 KPERS Special Retirement Contribution Fund	25
2-14 Recreation Commission Fund	26
2-15 Non-Budgeted Special Purpose Funds	27
Schedule 3	
Schedule of Receipts, Expenditures and Unencumbered Cash - District Activity Funds.....	28
Schedule 4	
Summary of Receipts and Disbursements - Agency Funds.....	29
<u>Related Municipal Entity</u>	
Schedule 5	
Schedule of Receipts and Expenditures – Actual and Budget Satanta Recreation Commission.....	30

Kennedy McKee & Company LLP

Certified Public Accountants

1100 W. Frontview
P. O. Box 1477
Dodge City, Kansas 67801
Tel. (620) 227-3135
Fax (620) 227-2308
www.kmc-cpa.com

JAMES W. KENNEDY, CPA
ROBERT C. NEIDHART, CPA
PATRICK M. FRIESS, CPA
JOHN W. HENDRICKSON, CPA

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 507
Satanta, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Unified School District No. 507 and its related municipal entity, the Satanta Recreation Commission (collectively referred to as the Municipal Financial Reporting Entity), as of and for the year ended June 30, 2018, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, the financial statement is prepared by the Municipal Financial Reporting Entity on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Municipal Financial Reporting Entity as of June 30, 2018, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of the Municipal Financial Reporting Entity as of June 30, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, the individual fund schedules of regulatory basis receipts and expenditures, the schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, the summary of regulatory basis receipts and disbursements – agency funds, and the schedule of regulatory basis receipts and expenditures – actual and budget for the related municipal entity (Schedules 1, 2, 3, 4 and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Municipal Financial Reporting Entity as of June 30, 2017 (not presented herein), and have issued our report thereon dated March 12, 2018, which contained an unmodified opinion on the basic financial statement. The 2017 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration, at the following link: <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2017 Actual column (2017 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures and the schedule of regulatory basis receipts and expenditures for the related municipal entity (Schedules 2 and 5 listed in the table of contents) is also presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2017, on the basis of accounting described in Note A.

Kennedy McKee & Company LLP

August 6, 2019

UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended June 30, 2018

<u>Funds</u>	<u>Beginning unencumbered cash balance</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
General funds:			
General	\$ 976	\$ -	\$ 2,687,817
Supplemental general	65,125	-	895,920
Total general funds	66,101	-	3,583,737
Special purpose funds:			
At-risk (4-year-old)	316	-	43,142
At-risk (K-12)	34,384	-	316,500
Bilingual	2,070	-	213,589
Capital outlay	356,950	-	487,304
Driver training	16,700	-	-
Food service	39,552	-	229,466
Professional development	4,731	-	30,819
Parents as teachers program	7,507	-	-
Special education	190,324	-	235,563
Career and postsecondary education	1,098	-	170,000
KPERS special retirement contribution	-	-	290,037
Recreation commission	-	-	56,927
Contingency reserve	202,325	-	12,183
Textbook rental - elementary	21,239	-	2,646
Textbook rental - Jr.-Sr. high	9,703	-	-
Title II-A, teacher quality	-	-	13,271
Title III	-	-	10,552
Title I	-	-	77,487
Migrant	-	-	34,472
Gifts and grants	149,193	-	108,720
District activity funds	11,715	-	98,552
Total special purpose funds	1,047,807	-	2,431,230
Total Unified School District No. 507	1,113,908	-	6,014,967
Related municipal entity:			
Satanta Recreation Commission	69,610	-	88,627
Total municipal financial reporting entity (excluding agency funds)	\$ 1,183,518	\$ -	\$ 6,103,594

<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
\$ 2,682,418	\$ 6,375	\$ -	\$ 6,375
907,956	53,089	-	53,089
<u>3,590,374</u>	<u>59,464</u>	<u>-</u>	<u>59,464</u>
40,316	3,142	-	3,142
316,723	34,161	-	34,161
215,659	-	-	-
506,752	337,502	-	337,502
-	16,700	-	16,700
225,030	43,988	-	43,988
30,127	5,423	-	5,423
-	7,507	-	7,507
267,571	158,316	-	158,316
170,778	320	-	320
290,037	-	-	-
56,927	-	-	-
-	214,508	-	214,508
-	23,885	-	23,885
-	9,703	-	9,703
13,271	-	-	-
10,552	-	-	-
77,487	-	-	-
34,472	-	-	-
83,425	174,488	-	174,488
90,084	20,183	-	20,183
<u>2,429,211</u>	<u>1,049,826</u>	<u>-</u>	<u>1,049,826</u>
6,019,585	1,109,290	-	1,109,290
<u>122,246</u>	<u>35,991</u>	<u>23,296</u>	<u>59,287</u>
<u>\$ 6,141,831</u>	<u>\$ 1,145,281</u>	<u>\$ 23,296</u>	<u>\$ 1,168,577</u>

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended June 30, 2018

	<u>Ending cash balance</u>
Composition of cash balance:	
U.S.D. No. 507 accounts:	
Checking & money market accounts	\$ 1,089,110
Insurance account - checking	1,584
Activity funds - checking	<u>66,995</u>
Total Unified School District No. 507	1,157,689
Agency funds	<u>(48,399)</u>
Total Unified School District No. 507 (excluding agency funds)	<u>1,109,290</u>
Related municipal entity:	
Satanta Recreation Commission:	
Checking account	296
Money market account	58,016
Petty cash	<u>975</u>
Total Satanta Recreation Commission	<u>59,287</u>
Total municipal financial reporting entity (excluding agency funds)	<u><u>\$ 1,168,577</u></u>

The notes to the financial statement are an integral part of this statement.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

NOTES TO THE FINANCIAL STATEMENT

June 30, 2018

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the District's financial statement. The financial statement, schedules, and notes are representations of the District's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

Unified School District No. 507 is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District No. 507 (the Municipality) and its related municipal entity. The related municipal entity is included in the District's reporting entity because it was established to benefit the District and/or its constituents.

Satanta Recreation Commission. The Commission oversees recreational activities. Four of the five members of the governing board are appointed by the Board of Education. The Commission operates as a separate governing body, but the District levies taxes for the Commission, and the Commission has only the powers granted by K.S.A. 12-1928. The Commission cannot purchase real property but can acquire real property by gift.

2. Basis of Presentation - Fund Accounting

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the District for the year ended June 30, 2018:

REGULATORY BASIS FUND TYPES

General funds - the chief operating funds. Used to account for all resources except those required to be accounted for in another fund.

Special purpose funds - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Agency funds - used to report assets held by the municipal reporting entity in a purely custodial capacity (student organization funds, etc.).

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows other than those mentioned above.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general funds and special purpose funds (unless specifically exempted by statute). Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- a. Preparation of the budget for the succeeding year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. There were no such budget amendments for the year ending June 30, 2018.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which receipts are recognized when cash is received, and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for state and federal grant funds, agency funds, and the following special purpose funds:

Contingency Reserve	Textbook Rental – Jr. – Sr. High
Textbook Rental – Elementary	District Activity Funds
Gifts and Grants	

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

5. In-Substance Receipt in Transit

The District received \$121,467 subsequent to June 30, 2018 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

B. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Custodial credit risk - deposits. Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2018.

At June 30, 2018, the District's carrying amount of deposits was \$1,158,658 and the bank balance was \$1,460,342. Of the bank balance, \$250,000 was covered by federal depository insurance and \$1,210,342 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

C. LONG-TERM DEBT

Changes in long-term liabilities for the year ended June 30, 2018 were as follows:

Issue	Balance beginning of year	Additions/ net change	Reductions/ net change	Balance end of year	Interest paid
Early retirement payable	<u>\$ 23,734</u>	<u>\$ -</u>	<u>\$ 23,734</u>	<u>\$ -</u>	<u>\$ -</u>

Voluntary early retirement program. Certified personnel may voluntarily elect to retire early. Qualifying personnel must have at least seven years of service with the District and be fully vested in KPERS. The annual rate of retirement compensation is one-third of the base pay for the year the individual begins participation. Benefits end after five years or when the retiree reaches age 65, whichever comes first. The District discontinued the plan after the year ended June 30, 1999, so only teachers employed during or before that year remain eligible for the early retirement plan.

D. OPERATING LEASE

The District has entered into an operating lease agreement for copiers, beginning August 1, 2017 and ending August 1, 2021. Payments of \$9,236 are due annually on August 1st.

The District has entered into an operating lease agreement for equipment, beginning June 12, 2018 and ending June 12, 2022. Payments of \$6,000 are due annually on June 12th.

The following is a yearly schedule of future minimum rental payments under the operating lease:

2019	\$ 15,236
2020	15,236
2021	15,236
2022	<u>15,236</u>
Total	<u>\$ 60,944</u>

E. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other post employment benefits. As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Section 125 plan. The District offers a Section 125 flexible benefit plan to all eligible employees. It is used for unreimbursed medical expenses and dependent care expenses. The plan is administered by an independent company. The District withholds the amounts from the employee's paychecks and remits the withholding to the plan administrator.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

E. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

Compensated absences. District employees who are entitled to vacation leave receive two weeks paid vacation after completing one year of service and three weeks paid vacation after completing ten years of service. Vacation leave is granted on a fiscal year basis. Employees who join the District after July 1 of any given fiscal year are granted vacation leave on a pro-rata basis. Employees are allowed fourteen or eighteen months to take accrued vacation leave depending upon their position. Any unused vacation leave earned in a previous fiscal year is void on September 1 or January 1 of the following fiscal year and is non-reimbursable.

Sick leave of nine to twelve days, depending on the length of the contract, is credited annually to each full-time employee, other than teachers, and may accumulate to a total of eighty days. Sick leave is credited at the rate of one day per month. Teachers are credited with nine days of sick leave per year which may accumulate to a total of eighty days.

Administrative personnel are allowed four personal days per year and all other District employees are allowed two or three. Teachers have two options which may be used separately or in combination regarding unused personal days. The first option is the teacher can transfer all or part of their remaining personal days to their sick leave bank providing their maximum accumulation of sick leave days does not exceed eighty days. The second option is up to three days may be sold back to the District at a rate equal to current substitute pay. Teachers notify the District office which option they chose on the end of the year checkout form.

District employees are entitled to paid holidays depending upon job classification. No accumulated sick leave or personal leave is paid to an employee upon termination, retirement, or resignation, except teachers. Teachers that have been with the District for ten years of full-time service will receive payment for up to and including forty days at a rate of \$40 per day. Accumulated vacation leave is paid to an employee upon termination, retirement, or resignation.

F. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et. seq.* Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

F. DEFINED BENEFIT PENSION PLAN (CONTINUED)

General Information about the Pension Plan (Continued)

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$290,037 for the year ended June 30, 2018.

Net Pension Liability

At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$3,572,677. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in the financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

G. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
General fund	At-risk (4-year-old) fund	\$ 43,142	K.S.A. 72-6428
General fund	At-risk (K-12) fund	315,000	K.S.A. 72-6428
General fund	Bilingual fund	70,000	K.S.A. 72-6428
General fund	Food service fund	35,000	K.S.A. 72-6428
General fund	Special education fund	183,736	K.S.A. 72-6428
General fund	Career and postsecondary education fund	70,000	K.S.A. 72-6428
General fund	Contingency reserve fund	<u>12,183</u>	K.S.A. 72-6428
Total general fund		<u>729,061</u>	
Supplemental general fund	At-risk (K-12) fund	1,500	K.S.A. 72-6433
Supplemental general fund	Bilingual fund	143,589	K.S.A. 72-6433
Supplemental general fund	Food service fund	12,000	K.S.A. 72-6433
Supplemental general fund	Professional development fund	27,000	K.S.A. 72-6433
Supplemental general fund	Special education fund	50,547	K.S.A. 72-6433
Supplemental general fund	Career and postsecondary education fund	<u>100,000</u>	K.S.A. 72-6433
Total supplemental general fund		<u>334,636</u>	
Total operating transfers		<u>\$ 1,063,697</u>	

H. CONTINGENCIES

The District receives significant financial assistance from numerous Federal and State governmental agencies in the form of grants and State pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the District at June 30, 2018.

I. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance to cover these risks. There have been no significant reductions in coverage from the prior year. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three years.

J. SUBSEQUENT EVENTS

Management has evaluated subsequent events through August 6, 2019, the date on which the financial statement was available to be issued. Management's evaluation concluded that the following subsequent event is required to be recognized or disclosed in this financial statement.

At the March 2019 meeting, the Board approved a remodeling project for the Home Economics room. The total cost of the project is estimated to be \$170,000.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018

<u>Funds</u>	<u>Certified budget</u>	<u>Adjustment to comply with legal maximum budget</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General funds:					
General	\$ 2,818,622	\$ (136,204)	\$ 2,682,418	\$ 2,682,418	\$ -
Supplemental general	948,501	(40,545)	907,956	907,956	-
Special purpose funds:					
At-risk (4-year-old)	46,678	-	46,678	40,316	6,362
At-risk (K-12)	522,053	-	522,053	316,723	205,330
Bilingual	266,550	-	266,550	215,659	50,891
Capital outlay	714,692	-	714,692	506,752	207,940
Driver training	-	-	-	-	-
Food service	262,408	-	262,408	225,030	37,378
Professional development	30,127	-	30,127	30,127	-
Parents as teachers program	-	-	-	-	-
Special education	296,303	-	296,303	267,571	28,732
Career and postsecondary education	172,917	-	172,917	170,778	2,139
KPERS special retirement contribution	292,632	-	292,632	290,037	2,595
Recreation commission	235,450	-	235,450	56,927	178,523
Total Unified School District No. 507	6,606,933	(176,749)	6,430,184	5,710,294	719,890
Related municipal entity:					
Satanta Recreation Commission	208,274	-	208,274	122,246	86,028
Total municipal financial reporting entity	<u>\$ 6,815,207</u>	<u>\$ (176,749)</u>	<u>\$ 6,638,458</u>	<u>\$ 5,832,540</u>	<u>\$ 805,918</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
State sources:				
State aid	\$ 2,148,425	\$ 2,361,524	\$ 2,612,205	\$ (250,681)
Special education aid	172,665	183,736	199,344	(15,608)
KPERS aid	185,798	-	-	-
Mineral production tax	88,886	138,759	-	138,759
Interest	3,914	3,798	-	3,798
Total receipts	<u>2,599,688</u>	<u>2,687,817</u>	<u>\$ 2,811,549</u>	<u>\$ (123,732)</u>
Expenditures:				
Instruction	1,381,463	1,265,846	\$ 1,337,500	\$ 71,654
Student support services	19,271	35,304	33,850	(1,454)
Instructional support staff	19,637	55,119	32,200	(22,919)
General administration	168,113	245,977	219,500	(26,477)
School administration	186,789	216,036	142,510	(73,526)
Central services	58,298	39,552	59,158	19,606
Operations and maintenance	14,492	7,584	13,200	5,616
Student transportation services:				
Vehicle operating services	63,908	80,698	69,660	(11,038)
Supervision	795	579	-	(579)
Vehicle services and maintenance services	1,385	6,662	1,700	(4,962)
Operating transfers	705,739	729,061	909,344	180,283
Adjustment to comply with legal maximum budget	-	-	(136,204)	(136,204)
Total expenditures	<u>2,619,890</u>	<u>2,682,418</u>	<u>\$ 2,682,418</u>	<u>\$ -</u>
Receipts over (under) expenditures	(20,202)	5,399		
Unencumbered cash, beginning of year	20,202	976		
Prior year canceled encumbrances	976	-		
Unencumbered cash, end of year	<u>\$ 976</u>	<u>\$ 6,375</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

SUPPLEMENTAL GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 926,278	\$ 855,416	\$ 843,063	\$ 12,353
Delinquent tax	7,164	15,411	965	14,446
Motor vehicle tax	15,180	23,353	40,938	(17,585)
Recreational vehicle tax	264	224	1,900	(1,676)
Other taxes	618	1,516	1,870	(354)
Other	3,203	-	-	-
Total receipts	952,707	895,920	\$ 888,736	\$ 7,184
Expenditures:				
Instruction	135,670	33,925	\$ -	\$ (33,925)
Student support services	20,000	7,507	22,000	14,493
Instructional support staff	25,189	39,141	45,311	6,170
General administration	107,221	117,135	115,000	(2,135)
School administration	13,211	1,616	2,500	884
Operations and maintenance	223,065	373,996	425,300	51,304
Operating transfers	387,776	334,636	338,390	3,754
Adjustment to comply with legal maximum budget	-	-	(40,545)	(40,545)
Total expenditures	912,132	907,956	\$ 907,956	\$ -
Receipts over (under) expenditures	40,575	(12,036)		
Unencumbered cash, beginning of year	23,868	65,125		
Prior year canceled encumbrances	682	-		
Unencumbered cash, end of year	\$ 65,125	\$ 53,089		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

AT-RISK (4-YEAR-OLD) FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		<u>2018</u>		Variance
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	<u>favorable (unfavorable)</u>
Receipts:				
Transfer from general fund	\$ 44,000	\$ 43,142	\$ 40,000	\$ 3,142
Transfer from supplemental general fund	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total receipts	47,000	43,142	<u>\$ 40,000</u>	<u>\$ 3,142</u>
Expenditures:				
Instruction	<u>46,684</u>	<u>40,316</u>	<u>\$ 46,678</u>	<u>\$ 6,362</u>
Receipts over (under) expenditures	316	2,826		
Unencumbered cash, beginning of year	<u>-</u>	<u>316</u>		
Unencumbered cash, end of year	<u>\$ 316</u>	<u>\$ 3,142</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

AT-RISK (K-12) FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Transfer from general fund	\$ 72,509	\$ 315,000	\$ 450,000	\$ (135,000)
Transfer from supplemental general fund	95,776	1,500	50,000	(48,500)
Total receipts	168,285	316,500	\$ 500,000	\$ (183,500)
Expenditures:				
Instruction	85,919	271,304	\$ 394,355	\$ 123,051
Student support services	47,766	45,378	49,698	4,320
Instructional support staff	216	-	13,000	13,000
School administration	-	-	65,000	65,000
Student transportation services	-	41	-	(41)
Total expenditures	133,901	316,723	\$ 522,053	\$ 205,330
Receipts over (under) expenditures	34,384	(223)		
Unencumbered cash, beginning of year	-	34,384		
Unencumbered cash, end of year	\$ 34,384	\$ 34,161		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS

BILINGUAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		<u>2018</u>		Variance
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	<u>favorable</u> <u>(unfavorable)</u>
Receipts:				
Transfer from general fund	\$ 96,000	\$ 70,000	\$ 120,000	\$ (50,000)
Transfer from supplemental general fund	<u>164,000</u>	<u>143,589</u>	<u>143,589</u>	<u>-</u>
Total receipts	<u>260,000</u>	<u>213,589</u>	<u>\$ 263,589</u>	<u>\$ (50,000)</u>
Expenditures:				
Instruction	227,256	203,036	\$ 250,200	\$ 47,164
School administration	<u>30,674</u>	<u>12,623</u>	<u>16,350</u>	<u>3,727</u>
Total expenditures	<u>257,930</u>	<u>215,659</u>	<u>\$ 266,550</u>	<u>\$ 50,891</u>
Receipts over (under) expenditures	2,070	(2,070)		
Unencumbered cash, beginning of year	<u>-</u>	<u>2,070</u>		
Unencumbered cash, end of year	<u>\$ 2,070</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

CAPITAL OUTLAY FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 167,120	\$ 213,545	\$ 209,269	\$ 4,276
Delinquent tax	4,886	3,729	173	3,556
Motor vehicle tax	8,973	7,999	2,494	5,505
Recreational vehicle tax	153	100	116	(16)
Other taxes	424	338	114	224
Interest	438	-	-	-
Other	117,239	261,593	-	261,593
Federal aid	24,538	-	-	-
Total receipts	<u>323,771</u>	<u>487,304</u>	<u>\$ 212,166</u>	<u>\$ 275,138</u>
Expenditures:				
Instruction	65,729	47,215	\$ 115,000	\$ 67,785
Student support services	475	-	-	-
Instructional support staff	3,869	12,113	10,000	(2,113)
General administration	20,997	11,607	27,000	15,393
School administration	-	300	35,000	34,700
Operations and maintenance	233,648	114,962	49,344	(65,618)
Transportation	21,290	39,700	100,000	60,300
Food service operations	720	716	-	(716)
Facility acquisition and construction services	<u>609,082</u>	<u>280,139</u>	<u>378,348</u>	<u>98,209</u>
Total expenditures	<u>955,810</u>	<u>506,752</u>	<u>\$ 714,692</u>	<u>\$ 207,940</u>
Receipts over (under) expenditures	(632,039)	(19,448)		
Unencumbered cash, beginning of year	986,487	356,950		
Prior year canceled encumbrances	<u>2,502</u>	<u>-</u>		
Unencumbered cash, end of year	<u>\$ 356,950</u>	<u>\$ 337,502</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

DRIVER TRAINING FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		<u>2018</u>		Variance
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	<u>favorable (unfavorable)</u>
Receipts	\$ -	\$ -	<u>\$ -</u>	<u>\$ -</u>
Expenditures	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	<u>16,700</u>	<u>16,700</u>		
Unencumbered cash, end of year	<u>\$ 16,700</u>	<u>\$ 16,700</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

FOOD SERVICE FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Federal aid	\$ 182,298	\$ 143,277	\$ 129,292	\$ 13,985
State aid	1,858	1,990	1,554	436
Charges for services	39,135	37,119	40,495	(3,376)
Other	-	80	-	80
Transfer from general fund	10,000	35,000	15,000	20,000
Transfer from supplemental general fund	-	12,000	12,000	-
Total receipts	233,291	229,466	\$ 198,341	\$ 31,125
Expenditures:				
Operations and maintenance	1,063	925	\$ -	\$ (925)
Food service operations	246,211	224,105	262,408	38,303
Total expenditures	247,274	225,030	\$ 262,408	\$ 37,378
Receipts over (under) expenditures	(13,983)	4,436		
Unencumbered cash, beginning of year	53,535	39,552		
Unencumbered cash, end of year	\$ 39,552	\$ 43,988		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
State aid	\$ -	\$ 3,819	\$ 2,000	\$ 1,819
Transfer from general fund	-	-	15,000	(15,000)
Transfer from supplemental general fund	-	27,000	10,000	17,000
Total receipts	-	30,819	<u>\$ 27,000</u>	<u>\$ 3,819</u>
Expenditures:				
Instructional support staff	5,929	30,127	<u>\$ 30,127</u>	<u>\$ -</u>
Receipts over (under) expenditures	(5,929)	692		
Unencumbered cash, beginning of year	<u>10,660</u>	<u>4,731</u>		
Unencumbered cash, end of year	<u>\$ 4,731</u>	<u>\$ 5,423</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

PARENTS AS TEACHERS PROGRAM

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		<u>2018</u>		Variance
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	favorable (unfavorable)
Receipts	\$ -	\$ -	\$ -	\$ -
Expenditures	-	-	\$ -	\$ -
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	<u>7,507</u>	<u>7,507</u>		
Unencumbered cash, end of year	<u>\$ 7,507</u>	<u>\$ 7,507</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS

SPECIAL EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		<u>2018</u>		Variance
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	<u>favorable (unfavorable)</u>
Receipts:				
Federal aid	\$ -	\$ 1,280	\$ -	\$ 1,280
Transfer from general fund	192,411	183,736	199,344	(15,608)
Transfer from supplemental general fund	<u>25,000</u>	<u>50,547</u>	<u>22,801</u>	<u>27,746</u>
Total receipts	217,411	235,563	<u>\$ 222,145</u>	<u>\$ 13,418</u>
Expenditures:				
Instruction	<u>253,312</u>	<u>267,571</u>	<u>\$ 296,303</u>	<u>\$ 28,732</u>
Receipts over (under) expenditures	(35,901)	(32,008)		
Unencumbered cash, beginning of year	<u>226,225</u>	<u>190,324</u>		
Unencumbered cash, end of year	<u>\$ 190,324</u>	<u>\$ 158,316</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

CAREER AND POSTSECONDARY EDUCATION FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Federal aid	\$ 2,105	\$ -	\$ -	\$ -
Fees	193	-	-	-
Transfer from general fund	60,000	70,000	70,000	-
Transfer from supplemental general fund	100,000	100,000	100,000	-
Total receipts	162,298	170,000	\$ 170,000	\$ -
Expenditures:				
Instruction	160,105	155,817	\$ 169,250	\$ 13,433
Operations and maintenance	1,095	14,961	3,667	(11,294)
Total expenditures	161,200	170,778	\$ 172,917	\$ 2,139
Receipts over (under) expenditures	1,098	(778)		
Unencumbered cash, beginning of year	-	1,098		
Unencumbered cash, end of year	\$ 1,098	\$ 320		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
State aid	\$ -	\$ 290,037	\$ 292,632	\$ (2,595)
Transfer from general fund	185,798	-	-	-
Total receipts	185,798	290,037	\$ 292,632	\$ (2,595)
Expenditures:				
Instruction	138,241	207,740	\$ 292,632	\$ 84,892
Student support services	5,088	5,258	-	(5,258)
Instructional support staff	1,955	4,362	-	(4,362)
General administration	5,823	13,785	-	(13,785)
School administration	13,375	20,669	-	(20,669)
Central services	3,765	3,826	-	(3,826)
Operations and maintenance	7,629	17,839	-	(17,839)
Student transportation services	3,375	5,261	-	(5,261)
Food service operations	6,547	11,297	-	(11,297)
Total expenditures	185,798	290,037	\$ 292,632	\$ 2,595
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

RECREATION COMMISSION FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		<u>2018</u>		Variance
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 40,406	\$ 53,041	\$ 52,781	\$ 260
Delinquent tax	1,817	1,065	42	1,023
Motor vehicle tax	3,259	2,732	8,038	(5,306)
Recreational vehicle tax	55	35	373	(338)
Other taxes	158	54	367	(313)
Other	-	-	75,200	(75,200)
Total receipts	45,695	56,927	<u>\$ 136,801</u>	<u>\$ (79,874)</u>
Expenditures:				
Community service operations	45,695	56,927	<u>\$ 235,450</u>	<u>\$ 178,523</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended June 30, 2018

	<u>Contingency reserve</u>	<u>Textbook rental - elementary</u>	<u>Textbook rental - Jr.-Sr. high</u>	<u>Title II-A teacher quality</u>
Receipts:				
Federal aid	\$ -	\$ -	\$ -	\$ 13,271
Fees	-	2,646	-	-
Gifts and grants	-	-	-	-
Transfer from general fund	<u>12,183</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total receipts	<u>12,183</u>	<u>2,646</u>	<u>-</u>	<u>13,271</u>
Expenditures:				
Instruction	-	-	-	10,696
Instructional support staff	-	-	-	2,575
School administration	-	-	-	-
Operations and maintenance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,271</u>
Receipts over (under) expenditures	12,183	2,646	-	-
Unencumbered cash, beginning of year	<u>202,325</u>	<u>21,239</u>	<u>9,703</u>	<u>-</u>
Unencumbered cash, end of year	<u><u>\$ 214,508</u></u>	<u><u>\$ 23,885</u></u>	<u><u>\$ 9,703</u></u>	<u><u>\$ -</u></u>

See Independent Auditor's Report.

<u>Title III</u>	<u>Title I</u>	<u>Migrant</u>	<u>Gifts and grants</u>	<u>Total</u>
\$ 10,552	\$ 77,487	\$ 34,472	\$ -	\$ 135,782
-	-	-	-	2,646
-	-	-	108,720	108,720
-	-	-	-	12,183
<u>10,552</u>	<u>77,487</u>	<u>34,472</u>	<u>108,720</u>	<u>259,331</u>
10,552	72,210	34,472	19,814	147,744
-	-	-	-	2,575
-	5,277	-	-	5,277
-	-	-	63,611	63,611
<u>10,552</u>	<u>77,487</u>	<u>34,472</u>	<u>83,425</u>	<u>219,207</u>
-	-	-	25,295	40,124
-	-	-	149,193	382,460
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 174,488</u>	<u>\$ 422,584</u>

UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended June 30, 2018

<u>Funds</u>	<u>Beginning unencumbered cash balance (deficit)</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
District-wide funds:						
Gate receipts	\$ 146	\$ 21,579	\$ 21,725	\$ -	\$ -	\$ -
Academics	(1,966)	18,925	16,959	-	-	-
Athletics	(3,076)	13,100	9,985	39	-	39
Total district-wide funds	(4,896)	53,604	48,669	39	-	39
School projects:						
High school:						
Concession stand	46	22,127	20,130	2,043	-	2,043
Scholar's bowl	1,453	1,679	1,208	1,924	-	1,924
Student projects	1,907	3,383	4,647	643	-	643
Journalism	4,720	1,191	2,742	3,169	-	3,169
Weight program	284	-	-	284	-	284
HS boys basketball	74	2,920	2,876	118	-	118
HS girls basketball	636	600	698	538	-	538
HS football	146	3,859	3,040	965	-	965
JH football	180	1,020	368	832	-	832
HS volleyball	343	-	-	343	-	343
JH basketball	167	715	704	178	-	178
JH girls basketball	50	558	216	392	-	392
JH volleyball	(174)	679	505	-	-	-
Track	(119)	468	320	29	-	29
Softball	423	-	-	423	-	423
Baseball	321	881	-	1,202	-	1,202
Student assistant	254	-	-	254	-	254
Tribe	480	1,105	1,120	465	-	465
Lettermen's jacket	854	-	-	854	-	854
JH track	(168)	488	320	-	-	-
Cross country	-	607	564	43	-	43
Elementary school:						
Student activity	3,786	2,593	1,948	4,431	-	4,431
Book fair	268	75	9	334	-	334
P.E.	10	-	-	10	-	10
PBIS	670	-	-	670	-	670
Total school projects	16,611	44,948	41,415	20,144	-	20,144
Total district activity funds	\$ 11,715	\$ 98,552	\$ 90,084	\$ 20,183	\$ -	\$ 20,183

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS**

AGENCY FUNDS

**SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS**

For the Year Ended June 30, 2018

<u>Funds</u>	<u>Beginning cash balance (deficit)</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending cash balance</u>
Student activity funds:				
High school:				
"S" club	\$ 704	\$ 653	\$ 700	\$ 657
Cheerleaders	(827)	6,311	4,608	876
Kayettes	1,411	85	434	1,062
STUCO	542	2,952	2,049	1,445
Band	(460)	2,012	486	1,066
FFA	7,164	10,070	8,861	8,373
FCCLA (home economics)	2,770	16,230	11,903	7,097
Vocal music	705	1,319	1,603	421
Junior high cheerleaders	1,812	6,789	6,736	1,865
FCA	1,573	-	-	1,573
NHS	117	1,011	1,071	57
Debate/drama/forensics	3,302	1,418	1,423	3,297
Class of 2017	889	350	1,239	-
Class of 2018	2,950	1,222	1,629	2,543
Class of 2019	6,080	4,315	6,693	3,702
Class of 2020	1,692	4,027	191	5,528
Class of 2021	165	6,347	4,372	2,140
History club	84	-	-	84
Art club	85	207	-	292
FBLA	148	756	401	503
Wood spending	618	-	-	618
Science	759	3,507	1,813	2,453
Trap team	-	4,175	3,481	694
Subtotal high school	32,283	73,756	59,693	46,346
Elementary school:				
Band	469	12	12	469
Subtotal student activity funds	32,752	73,768	59,705	46,815
Other agency:				
Insurance account	698	886	-	1,584
Total agency funds	\$ 33,450	\$ 74,654	\$ 59,705	\$ 48,399

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 507
SATANTA, KANSAS

SATANTA RECREATION COMMISSION
(A RELATED MUNICIPAL ENTITY)

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Appropriations from U.S.D. 507:				
Recreation Commission	\$ 45,695	\$ 56,927	\$ 60,000	\$ (3,073)
Interest	181	84	200	(116)
Donations	4,594	4,154	18,500	(14,346)
Miscellaneous	1,504	2,179	3,500	(1,321)
Grants	7,500	7,500	25,000	(17,500)
Fees	21,466	17,783	31,500	(13,717)
Total receipts	<u>80,940</u>	<u>88,627</u>	<u>\$ 138,700</u>	<u>\$ (50,073)</u>
Expenditures:				
Salaries	50,131	37,819	\$ 55,000	\$ 17,181
Programs	26,044	10,502	45,000	34,498
Equipment and improvements	45,808	45,486	62,474	16,988
Utilities	11,226	9,930	25,000	15,070
Audit	3,428	2,186	3,800	1,614
Miscellaneous	19,399	16,323	17,000	677
Total expenditures	<u>156,036</u>	<u>122,246</u>	<u>\$ 208,274</u>	<u>\$ 86,028</u>
Receipts over (under) expenditures	(75,096)	(33,619)		
Unencumbered cash, beginning of year	<u>144,706</u>	<u>69,610</u>		
Unencumbered cash, end of year	<u>\$ 69,610</u>	<u>\$ 35,991</u>		

See Independent Auditor's Report.